8 OCT 1948 809 GENERAL C/A - Sec 1. Arab states may favor UK trusteeship for Libya -- The US delegation to the UN reports from Paris that Arab sentiment seems to be slowly crystallizing in favor of UK trusteeship for all Libya. The delegation indicates that although the Arabs would prefer immediate independence for Libya, they might accept British trusteeship as the only practical alternative which not only would eventually lead to independence but would forestall other less satisfactory solutions (such as Italian trusteeship for Tripolitania). 25X6 25X6 (CIA Comment: Arab support for British trusteeship of Libya will not increase the likelihood of General Assembly approval because many Latin American states, who support Italian claims for trusteeship of the Tripolitanian portion of Libya, will probably oppose the plan.) CIA - Sec. 2. belief that "many UN delegations which were at itrat disposed 25X6 to support the Bernadotte plan for Palestine are now pausing for second thoughts." The Israeli representative is therefore hopeful that the UN decision on Palestine will be more favorable to Israel than the Bernadotte plan. The representative added that Israel did not want war but that, if hostilities should be renewed, the Israeli forces would for the first time make an all-out effort to crush Arab resistance.

Pocument Nos: 007

No Sulinge in Classo

The Salance in Classo

The Salance

Approved For Release 2006/09/27 : CIA-RDP78-01617A006000030072-9



3. GREECE: Government may not obtain confidence vote--US Ambassador Grady considers that the Greek Government may fail to obtain a vote of confidence in Parliament (which convened on 1 October) and therefore may fall at any time. Grady says that Pepulist-Liberal cooperation on the highest levels is relatively good and that the present threat comes from the rank and file deputies of both parties. According to Grady, one of the Populist leaders believes that if the cabinet were reshuffled to include some of the dissident Populists and Liberals, party discipline could be restored sufficiently to insure the selety of the giverament in Parliament.

(CIA Comment: A reshuffle of the cabinet such as that suggested would not materially change the present coalition government. It is possible, however, that this reported political unrest, resulting largely from the Greek Army's failure to win a decisive victory over the guerrillas, may eventually provoke a royalist coup.)

	25X1	THE AMERICAS	25X1
25X1	4. Possi	ble invasion of Hondu	ras -
.07(1	that revolutionaries.	has blormed "quietly aided and ab	25X1
25X1	about 10 October. itself forcibly' in or	Guatemala, may inva	de Honduras
	A CIA source an uprising is immine	has also been	informed that
	(CIA Comment:	CIA believes that th	e Honduran

25X1

Government will suppress any localized disturbances. In the unlikely event that Guatemala intervenes directly on behalf of the revolutionaries, Somoza will probably intervene on behalf of the Honduran Government unless the US warns both sides against such intervention.)

CIA- Cent

CIA - CONF.